Health Services and Development Agency Communique

A MONTHLY PUBLICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Frost Building, Third Floor 161 Rosa L. Parks Boulevard Nashville, TN 37243 615.741.2364

JUNE

2013

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Tennessee Department of Health
Division of Policy, Planning and Assessment
Health Statistics --- 615.741.1954

Tennessee Department of Mental Health and Substance Abuse Services
Office of General Counsel --- 615.532.6520 or
Main Office --- 615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

CALENDAR

The Health Services and Development Agency will be closed in 2013 on the following days:

Tuesday, January 1 – New Year's Day Monday, January 21 – Martin Luther King Day Monday, February 18 – President's Day Friday, March 29 – Good Friday Monday, May 27 – Memorial Day Thursday, July 4 – Independence Day Monday, September 2 – Labor Day

- * Monday, October 14 Columbus Day "substituted for the day after Thanksgiving at the Governor's discretion."

 Monday, November 11 Veteran's Day
 Thursday, November 28 Thanksgiving Day

 * Friday, November 20 substituted for Columbus Day
- * Friday, November 29 substituted for Columbus Day Wednesday December 25 – Christmas Day

	2013 REVIEW CYCLE			
	Publication Dates-		HSDA	* End of
2013 Cycle	Letter of Intent	Application	Meeting Dates	Appeal Period
January 2013	12/01/12-12/10/12	5 days after Publication	03/27/13	04/11/13
February 2013	01/01/13-01/10/13	u	04/24/13	05/09/13
March 2013	02/01/13-02/10/13	u	05/22/13	06/06/13
April 2013	03/01/13-03/10/13	u	06/26/13	07/11/13
May 2013	04/01/12-04/10/13	u	07/24/13	08/08/13
June 2013	05/01/12-05/10/13	u	08/28/13	09/05/13
July 2013	06/01/12-06/10/13	u	09/25/13	10/10/13
August 2013	07/01/12-07/10/13	u	10/23/13	11/07/13
September 2013	08/01/12-08/10/13	u	11/20/13	12/05/13
October 2013	09/01/12-09/10/13	и	12/18/13	01/02/14
November 2013	10/01/12-10/10/13	и	01/22/14	02/06/14
December 2013	11/01/12-11/10/13	"	02/26/14	03/13/14

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the <u>preceding</u> business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, FROST BUILDING, THIRD FLOOR, 161 ROSA L. PARKS BOULEVARD, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

^{*} Appeal deadline is 15 days after meeting date

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST at the following locations:

June - December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

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* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 27 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.

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RESULTS OF APPLICATIONS HEARD AT THE MAY MEETING

*Tennessee Orthopedic Alliance, P.A. 3000 Charlotte Avenue Nashville (Davidson County), TN 37210 CN1302-004 Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2228

CONSENT CALENDAR

APPROVED

NHC at Indian Path, LLC 2300 Pavilion Drive Kingsport (Sullivan County), TN 37660-4622 CN1212-059

Contact Person: Bruce K. Duncan, Asst. Vice

President

Phone: 615-890-2020

DEFERRED FROM MARCH MEETING

APPROVED

Spinal Health Care Associates, P.C. 8132 Cordova Road, Suite 101 Cordova (Shelby County), TN 38106 CN1212-060

Contact Person: E. Graham Baker Jr., Esq. Phone: 615-370-3380

DEFERRED TO AUGUST MEETING

Select Specialty Hospital-Memphis 5959 Park Avenue Memphis (Shelby County), TN 38119 CN1212-062 Contact Person: John L. Wellborn, Consultant Phone: 615-665-2022

APPROVED

Life House, LLC Cookeville (Putnam County), TN 38501 CN1301-001 570 State Street Contact Person: Connie Mitchell, President Phone: 931-881-6417

APPROVED

The relocation of two (2) MRI units from the current location of 301 21st Avenue North to 3000 Charlotte Avenue, Nashville (Davidson County), TN. The proposed service area is Davidson County. The estimated project cost is \$2,418,133.00.

The replacement and relocation of the twenty-two (22) bed Indian Path Medical Center Transitional Care Unit and the addition of thirty (30)* new Medicare certified skilled nursing home beds. The facility will relocate from Indian Path Medical Center at 2000 Brookside Drive to 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The new facility will be licensed as NHC at Indian Path and will contain fifty-two (52) Medicare-only (skilled) nursing home beds. Estimated project cost is \$10,385,615.00.

*These beds are subject to the 2012-2013 Nursing Home Bed Pool.

The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667.00.

The addition of twenty-eight (28) long term acute beds to the existing thirty-nine (39) bed facility, located in leased space at St. Francis Hospital, 5959 Park Avenue, Memphis (Shelby County), TN. Select Specialty will also add ten (10) beds under the statutory exemption available to hospitals with less than 100 beds found at TCA § 68-11-107(g) for a total licensed bed complement of seventy-seven (77) long term acute care beds. If the additional twenty-eight (28) beds are approved, St. Francis Hospital will reduce its license by thirty-eight (38) beds (28 plus 10 beds per statutory exemption. The estimated project cost is \$6,898,392.00.

The establishment of a ten (10) bed residential hospice. The estimated project cost is \$600,000.00.

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RESULTS OF APPLICATIONS HEARD AT THE MAY MEETING

Hendersonville Medical Center 355 New Shackle Island Road Hendersonville (Sumner County), TN 37075 CN1302-002

Contact Person: John L. Wellborn Phone: 615-665-2022

DEFERRED TO JUNE MEETING

Surgery Center of Lebanon Unaddressed site at the intersection of Blair Lane & Hwy 70 Lebanon (Wilson County), TN 37087 CN1302-003 Contact Person: Keith Bolton, CEO Phone: 931-801-2558

APPROVED

The construction of a new 4th floor of medical/surgical beds and the initiation of neonatal intensive care services in a new 6bed level II-B neonatal nursery on the main campus of Hendersonville Medical Center located in Hendersonville (Sumner County), TN. The hospital currently holds a single consolidated licensed for 148 general hospital beds, of which 110 are at its main Hendersonville campus and 38 are at its satellite campus at 105 Redbud Drive, Portland (Sumner County), TN. The project will relocate 13 beds from the satellite campus to the main campus, resulting in 123 licensed beds at the Hendersonville campus and 25 licensed beds at the Portland satellite campus. The estimated project cost is \$32,255,000.00.

The relocation of an approved but unimplemented certificate of need (CN0906-036) for a multi-specialty surgery center from 101 Physicians Way to an unaddressed site on the east side of Blair Lane, Lebanon (Wilson County), TN. The estimated project cost is \$2,212,467.00.

GENERAL COUNSEL'S REPORT

Behavioral Healthcare Center at Memphis Memphis (Shelby County), TN CN0711-089A Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2200

APPROVED

Horizon Health & Rehab Center f/k/a United Regional Medical Center Nursing Home Manchester (Coffee County), TN CN0707-061A Contact Person: William H. West, Esq.

Phone: 615-726-5600

APPROVED

West Tennessee Transitional Care Jackson (Madison County), TN CN1010-048A Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2200

WITHDRAWN

Request for a twenty-four month extension of the expiration date from July 1, 2013 to July 1, 2015: This project was approved on May 28, 2008 for the establishment of a sixteen (16) bed mental health hospital and the initiation of inpatient psychiatric services. The inpatient beds and services will be focused on the geriatric population, and all sixteen (16) beds will be designated as geriatric psychiatric beds. The estimated project cost is \$6,663,901.00.

Request for modification to slightly alter site from the McArthur 23 site to 6.5 acres immediately adjacent to and contiguous to the McArthur 23 site: This project was approved on December 12, 2007 for the relocation and replacement of the existing licensed nursing home facility and the addition of thirty (30) new Medicare certified nursing home beds for a total of 102 nursing home beds. The estimated project cost is \$20,849.00.

Request for a three (3) month extension of the expiration date from June 1, 2013 to September 1, 2013: A three (3) month extension from March 1, 2013 to June 1, 2013 was granted at the December 12, 2012 meeting. This project was approved unanimously on January 26, 2011 for a change of site for the construction of a replacement facility and the relocation of the nursing home as approved by CN0905-023A. The estimated project cost is \$24,279.00.

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APPLICATIONS TO BE HEARD AT THE JUNE MEETING

* LP Nashville II, LLC d/b/a Signature Healthcare of Nashville Rehabilitation & Wellness Center 832 Wedgewood Avenue Nashville (Davidson County), TN 37203 CN1304-012

Contact Person: Michael D. Brent, Esq.

Phone: 615-252-2361 **CONSENT CALENDAR**

Hendersonville Medical Center 355 New Shackle Island Road Hendersonville (Sumner County), TN 37075 CN1302-002

Contact Person: John L. Wellborn Phone: 615-665-2022

DEFERRED FROM MAY MEETING

and the initiation of neonatal intensive care services in a new 6-bed level II-B neonatal nursery on the main campus of Hendersonville Medical Center located in Hendersonville (Sumner County), TN. The hospital currently holds a single consolidated licensed for 148 general hospital beds, of which 110 are at its main Hendersonville campus and 38 are at its satellite campus at 105 Redbud Drive, Portland (Sumner County), TN. The project will relocate 13 beds from the satellite campus to the main campus, resulting in 123 licensed beds at the Hendersonville campus and 25 licensed beds at the Portland satellite campus. The estimated project cost is \$32,255,000.00.

Cost overrun of approximately \$4,009,562.00 that occurred

as a result of complications associated with implementing its

previously approved Certificate of Need, CN1009-044A.

The construction of a new 4th floor of medical/surgical beds

The estimated project cost is \$4,009,562.00.

Tri-Cities Holdings LLC d/b/a Trex Treatment Center 4 Wesley Court

Johnson City (Washington County), TN 37601

CN1303-005

Contact Person: Steven W. Kester, Managing

Member

Phone: 404-664-2616

The establishment of a nonresidential substitution-based treatment center for opiate addiction to be located at 4 Wesley Court, Johnson City, TN 37601. The estimated project cost is \$670,000.00.

McKendree Village 4347 Lebanon Road Hermitage (Davidson County), TN 37076 CN1303-007 Contact Person: Byron R. Trauger, Esq. Phone: 615-256-8585

The renovation, construction, and partial repositioning of fifty (50) existing dually certified beds in addition to the modification of CN1202-010A approved for thirty (30) dually certified nursing home beds. The nursing home's licensed bed complement of one hundred eighty (180) beds after implementation of CN1202-010A will not change. The estimated project cost is \$3,808,150.00.

The Farms at Bailey Station Skilled Nursing Facility Unaddressed site on Crooked Creek Road off Houston Levee Road Collierville (Shelby County), TN 38017 CN1303-008 Contact Person: Jerry W. Taylor, Esq. Phone: 615-782-2228

The establishment of a skilled nursing facility consisting of thirty (30)* Medicare certified skilled nursing beds to be part of a continuing care retirement community (CCRC). The estimated project cost is \$7,301,961.00.

*These beds are subject to the 2012-2013 Nursing Home Bed Pool.

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APPLICATIONS TO BE HEARD AT THE JUNE MEETING

Maxwell Aesthetics, PLLC 2020 21st Avenue South Nashville (Davidson County), TN 37212 CN1303-009

Contact Person: E. Graham Baker, Jr., Esq. Phone: 615-370-3380

The construction, development and establishment of an ambulatory surgical treatment center (ASTC) limited to plastic surgery with one (1) operating room. The estimated project cost is \$1,322,564.00.

GENERAL COUNSEL'S REPORT

The Proton Therapy Center Knoxville (Knox County), TN CN1002-010A

Contact Person: W. Brantley Phillips, Jr., Esq.

Phone: 615-742-7723

Request for a twelve (12) month extension of the expiration date from July 1, 2013 to July 1, 2014: This project was approved on May 26, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) limited to radiation therapy; the acquisition of major medical equipment (proton therapy equipment and related components); and the initiation of outpatient proton therapy services for cancer patients. The estimated project cost is \$118,785,747.

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APPLICATIONS TO BE HEARD AT THE JULY MEETING

Medical Care, PLLC 1500 West Elk Avenue Elizabethton (Carter County), TN 37643 CN1303-006

Contact Person: Rachel C. Nelley, Esq.

Phone: 615-274-4838

The initiation of magnetic resonance imaging (MRI) services for the patients of Medical Care, PLLC and the acquisition of a MRI unit at 1500 West Elk Avenue, Elizabethton (Carter County), Tennessee 37643. The estimated project cost is \$838,543.00.

Community Hospices of America-Tennessee, LLC d/b/a Hospice Compassus-The Highland Rim 1805 N. Jackson Street, Suites 5 & 6 Tullahoma (Coffee County), TN 37388 CN1303-010

Contact Person: Kim H. Looney, Esq.

Phone: 615-850-8722

The initiation of hospice services in Lincoln County. The estimated project cost is \$28,000.

Summit Medical Center 5655 Frist Boulevard Hermitage (Davidson County), TN 37076 CN1304-011

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

To convert eight (8) inpatient psychiatric beds to medical surgical beds, and convert twelve (12) inpatient psychiatric beds into a new twelve (12) bed acute inpatient rehabilitation unit at the campus of TriStar Summit Medical Center. The estimated project cost is \$4,933,576.00.

Wellmont Cardiology Services, Inc. 2050 Meadowview Parkway Kingsport (Sullivan County), TN 37660 CN1304-013 Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The initiation of cardiac PET services by acquiring an existing PET system located in Gray, Tennessee and relocating the unit to 2050 Meadowview Parkway, Kingsport (Sullivan County), TN 37660. The applicant will establish an outpatient diagnostic center (ODC) if required by the Tennessee Department of Health. The estimated project cost is \$1,074,000.00.

Molecular Imaging Alliance 701 N. State of Franklin Road, Suite 1 Johnson City (Washington County), TN 36404 CN1304-014

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The relocation of an Outpatient Diagnostic Center (ODC) with cardiac PET scanning from 830 Suncrest Drive, Suite 1, Gray (Washington County), TN to 701 N. State of Franklin Road, Suite 1, Johnson City (Washington County), TN. The estimated project cost is \$495,339.

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APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Spinal Health Care Associates, P.C. 8132 Cordova Road, Suite 101 Cordova (Shelby County), TN 38106 CN1212-060

Contact Person: E. Graham Baker Jr., Esq. Phone: 615-370-3380

DEFERRED FROM THE MAY MEETING

The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667.

Blount Memorial Hospital 266 Joule Street Alcoa (Blount County), TN 37701 CN1305-015

Contact Person: Jane Nelson, Assistant Administrator

Phone: 865-981-2310

The relocation and upgrade of an existing outpatient MRI unit from Blount Memorial Springbrook Health Center located at 220 Associates Blvd, Alcoa (Blount County), TN to Blount Memorial's East TN Medical Group site at 266 Joule Street, Alcoa (Blount Count), TN 37701. If approved, the applicant will discontinue MRI services at the Blount Memorial Springbrook Health Center location. The estimated project cost is \$2,214,216.

Cookeville Regional Medical Center 1 Medical Center Boulevard Cookeville (Putnam County), TN 38501 CN1305-016 Contact Person: Paul Korth, CEO

Phone: 931-783-2000

The renovation and expansion of the Central Sterile Supply Department as well as the replacement of major equipment within the Central Sterile Supply Department and the relocation and expansion of the Inpatient Pharmacy Department located at 1 Medical Center Boulevard, Cookeville (Putnam County), TN 38501. The estimated project cost is \$11,547,625.

ADC Recovery and Counseling Center 4539 Winchester Road, Building B, Suite 1 Memphis (Shelby County), TN 38118 CN1305-018 Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The relocation of an existing non-residential substitutionbased treatment center for opiate addiction from 3041 Getwell Road, Suite 101, Memphis (Shelby County), TN 38118, to 4539 Winchester Road, Building B, Suite I, Memphis, TN 38118. The estimated project cost is \$961,168.

Raleigh Professional Associates 2165 Spicer Cove, Suite 9, Building E Memphis (Shelby County), TN 38134 CN1305-019 Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The relocation of an existing non-residential substitutionbased treatment center for opiate addiction from its current site at 2960-B Old Austin Peay Highway, Memphis (Shelby County), TN to 2165 Spicer Cove, Suite 9, Memphis (Shelby County), TN 38134. The estimated project cost is \$1,136,905.

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APPEALS OF AGENCY DECISIONS

FACILITY	DOCKET #	DESCRIPTION	Meeting <u>Date</u>
Baptist Memorial Hospital-Huntingdon Huntingdon, Carroll County CN1205-021A	25.00-118927J	Appeal of Approval of CON	9/26/2012
Critical Nurse Staffing, Inc. Oak Ridge, Anderson County CN1210-049D	T.B.A.	Appeal of Denial of CON	1/23/2013
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN1012-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN1012-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011
Select Specialty Hospital-Memphis Memphis, Shelby County CN11212-062A	T.B.A.	Appeal of Approval of CON	5/22/2013

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Health Services and Development Agency Members

D. Lynn Johnson (Consumer, Speaker of the House)

Charlotte C. Burns (Hospital)

Claudia H. Byrd (Consumer, Speaker of the Senate)

Robert Doolittle (Consumer, Governor)

Barrett G. Haik, M.D. (Physician)

Thom Mills (Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright (Nursing Home)

Keith Gaither, Designee for Director of TennCare Darin J. Gordon

Lisa Jordan, Designee for Commerce & Insurance Commissioner Julie Mix McPeak

> Elisha Hodge, Designee for Comptroller Justin Wilson

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